



- ★ What is IPA?
- ★ Examples of IPA projects
- ★ Challenges
- ★ What next?



#### What is IPA?





The objective of IPA is to prepare a country for accession to the EU:

- ★ democracy, good governance and human rights
- ★ functioning market economy
- ★ introduction of EU standards
- ★ regional cooperation

## Why is IPA needed?



- ★ The economy in BiH needs to become more competitive
- ★ Rule of law and civil society need to be strengthened



★ Implementation of EU standards is often highly technical, complex and expensive and concerns more than 120.000 pages of rules and regulations

★ No enlargement country has managed to prepare for EU accession without assistance!

# How much money is available?



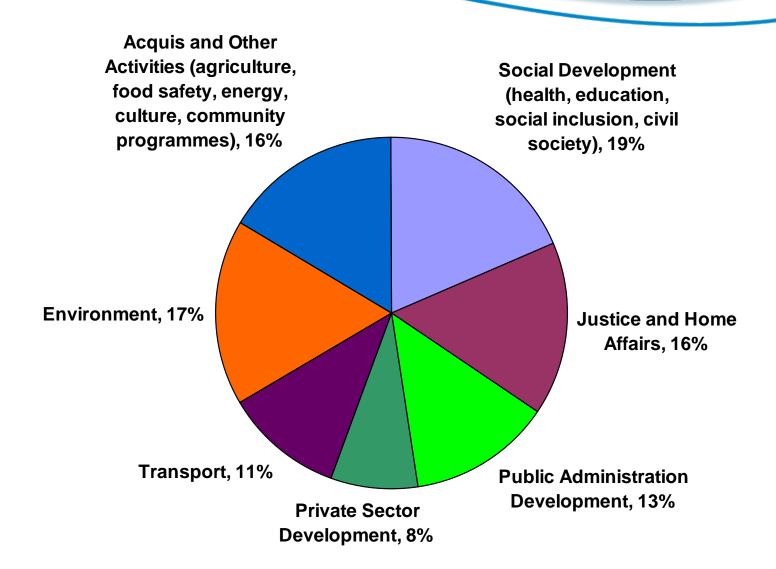
	2007	2008	2009	2010	2011	2012	Total 2007- 2012	2013*
Transition Facility and Institution Building	58.1	69.9	83.9	100.7	102.7	102.7	478	103.5
Cross- border Co- operation	4.0	4.9	5.2	4.7	4.7	5.2	28.7	5.3
TOTAL	62.1	74.8	89.1	105.4	107.4	107.9	546.7	108.8

Additional support is provided under the <u>Regional and Multi Beneficiary IPA</u> <u>programmes</u>

<sup>\*</sup> IPA 2013 programme is not yet finalised

# IPA assistance per Sector 2007-2012 programmes





## IPA projects - judiciary



Rehabilitation works - cantonal and district courts in BiH to process war crime cases

2013 1.9M EUR

Improved facilities for processing war crimes in 10 cantonal and district courts, and Basic Court Brčko taking into account



the witness protection



Travnik



Doboj

**Brcko** 

## IPA projects – migration





# Support to construction of Asylum Reception Centre in BiH

2012-2013 0.9M EUR

- One of the benchmarks of the Visa Liberalisation process
- Precondition for a functioning immigration and asylum system in BiH needed for European Integration



#### IPA projects – customs and taxation



#### **Twinning projects**

"Support to further EU Acquis alignment of the Indirect Taxation Authority of BiH"

"Further harmonisation to EU practices and acquis on customs and taxation"

2010-2012 2.4M EUR 2013-2015 2M FUR





Simplified customs clearance at import



# **IPA projects – Civil Society**





#### Reinforcement of Local Democracy

2009-2014 5M EUR

Partnership between Civil Society and local authorities





# IPA projects - social inclusion





#### **Enhancing the Social Protection and Inclusion System for Children in BiH**

2011-2014 **1.9M EUR** 













#### IPA projects – economic development



#### Techno Park in Zenica



2010-2013 0.4M EUR

**Funded by the European Union** 

The first accredited laboratory in BiH for testing and certification of wood products for export to EU

#### IPA projects – economic development





# **Development of the eco- zone National Park Una**



2010-2013 0.35M EUR





National Park Una revitalised and equipped for more tourism and visitors



#### IPA projects - Cross Border Co-operation





Cooperation between fire brigades in Trebinje and Niksic (MNE)

Waste selection in 28 schools in Tuzla and Uzice (CR)



Honor the skills of stone processing in West-Hrz and Hrz Neretva cantons and Split-Dalmatia County (CR)





# IPA projects - transport

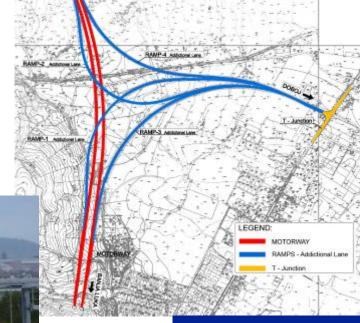




#### Mahovljani Interchange

2010-2012 5M EUR

Faster passenger and freight traffic





# How are IPA projects selected?



★ In partnership BiH-EU



- ★ Multi annual strategic priorities guide annual selection of individual projects
- ★ Projects developed by BiH institutions on all relevant government levels under overall coordination of National IPA Coordinator (NIPAC)
- ★ Following CoM BiH endorsement, NIPAC submits project package to EU
- ★ Commission adopts a decision to provide funds
- ★ Signature and Ratification of Financing Agreement between BiH and the EU

#### How are projects implemented?





- ★ Each project is implemented via one or more contracts
- ★ The EU Delegation is in charge of contracting and contract management
- ★ Procurement and calls for proposals are competitive processes: the best wins!

- ★ Contract types:
  - procurement (supply, works, services)
  - ★ calls for proposals (grants, twinning)
- ★ 39% of all IPA contracts are with BiH contractors

### What difficulties is IPA facing?





- ★ Project partners agree on a project when it is developed and selected but later change their mind when the project is to be implemented
- ★ Project partners do not find compromise on the way to implement a project
- ★ Project partners subject projects to political level decisions which take too much time
- ★ As a result the start or implementation of projects is delayed or results cannot be achieved
- ★ The majority of disputes relate to different views about state and entity level competencies

#### **Examples of affected projects**



★ Cancellation of agriculture projects to prepare BiH to access future IPARD assistance



★ Five other projects were given deadline to find compromise or face cancellation: Tourism, National Planning, social policy and inclusion,

**Quality Management for SMEs** 



★ Envis Strategy Preparation Project for Environment back on track after one year delay

Strengthening of Bosnia and Herzegovina's Environmental Institutions and Preparation for Pre-accession Funds

Jačanje Institucija u Bosni i Hercegovini Za Zaštitu Okoline / Životne Sredine i riprema Za Pretpristupne Fondove

#### How to address IPA blockages?





IPA can only be effective if there is political will

Lack of effective coordination between different levels of government as main problem



#### **IPA 2013**



"The absence of an agreement on a solution of the Sejdić-Finci issue blocks the accession path of Bosnia and Herzegovina and hence makes it difficult to justify continuing to grant EU preaccession funds. Therefore, a procedure for reducing the initially foreseen IPA 2013 programme for Bosnia and Herzegovina /.../ will be launched. "



Commissioner Štefan Füle, following the failure to conclude an agreement on Sejdić-Finci and the EU coordination mechanism of the 3rd High Level Dialogue on the Accession Process meeting on 10 October 2013

#### IPA II (2014-2020)





- Conditionality:
- ★ Effective EU coordination mechanism in place
- ★ Country-wide sector strategies adopted, in particular related to investment needs

- ★ Consultation on strategic priorities for IPA assistance 2014 to 2020 and the annual programming for IPA 2014 on hold
- ★ In case of further delays: risk of losing the IPA 2014 funds